

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

WESTERN LEWIS-RECTORVILLE WATER AND GAS)	
)	
<hr style="width:40%; margin-left:0"/>)	CASE NO.
)	91-221
ALLEGED FAILURE TO COMPLY WITH COMMISSION)	
ORDER FROM CASE NO. 9642 ISSUED)	
FEBRUARY 4, 1987)	

O R D E R

IT IS ORDERED that Western Lewis-Rectorville Water and Gas District ("Western Lewis") shall file the original and 12 copies of the following information with the Commission by January 21, 1992, with a copy to all parties of record. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible.

1. State the total amount as of December 15, 1991 which Western-Lewis owed Columbia Gas Transmission Company ("Columbia Transmission"). Identify the amount owed for current billings and previous arrearages. State the amount of interest included in the current balance.

2. Refer to Western Lewis's response to the Commission's Order of December 2, 1991, Item 13, page 8. State whether the surcharge is included in the listed operating revenues. If the surcharge revenue is included, state for each customer class the amount of surcharge money included.

3. Refer to the letter of James H. Smith to George McCormick (May 6, 1991) (discussing the state of Western Lewis's accounting records after the resignation of its bookkeeper).

a. List the actions which Western Lewis has taken in response to this letter.

b. Identify which of Mr. Smith's recommendations have been implemented.

c. For each recommendation which was not implemented, explain why no action was taken.

4. Refer to Western Lewis's response to the Commission's Order of December 2, 1991, Item 13. State how the 1990 revenues were determined (i.e. cash receipts, deposits, or billing records).

5. State whether Western-Lewis lists the surcharge as a separate item on its customers' bills. Provide a sample of its customers' bills.

6. Explain how Western-Lewis ensures that the first billing revenue collected is considered revenue from the surcharge.

7. Refer to Western Lewis's response to the Commission's Order of December 2, 1991, Item 13, pages 4-7. Explain how "salaries and wages" in Western Lewis's combined statement of

operations is \$40,739.90 and "salaries and wages" for Western Lewis's water division is \$53,989.16.

8. Provide a comparison of annual wages and salaries of all Western-Lewis employees for calendar years 1989, 1990, and the first 10 months of calendar year 1991.

9. Refer to Western Lewis's response to the Commission's Order of December 2, 1991, Item 17:

a. Provide the full entry to the books which was made in posting the "Accounts Payable to Associated Companies."

b. Define "Balance Transactions."

10. Provide a detailed monthly analysis of the revenues generated by the surcharge since its inception. Explain why the surcharge has not generated sufficient revenues to retire the total arrearage owed to Columbia Transmission in February 1987.

11. Provide the monthly surcharge reports for December 1989 and April 1991.

Done at Frankfort, Kentucky, this 10th day of January, 1992.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director